



Departmental Notice #7

August 23, 2000

Indiana Sales Tax Levied on Motor Fuel Reinstatement of the tax effective September 15, 2000, 11:59 pm.

This document does not meet the definition of a "statement" required to be published in the Indiana Register under IC 4-22-7-7. The purpose of this Notice is to provide general information about reinstating sales tax collections on motor fuel.

On June 27, 2000, Governor Frank O'Bannon issued Executive Order 00-19, declaring an energy emergency to deal with the increasingly high prices charged for motor fuel in Indiana. Effective July 1, 2000, the executive order suspended the 5% sales tax on motor fuel, relying on the Indiana Energy Emergency Statute (IC 10-4-1-7.1 and 7.2).

Governor O'Bannon has now issued Executive Order 00-23, that extends the suspension of sales tax on motor fuel until September 15, 2000. Effective on that date at 11:59 pm, all procedures concerning the sales tax on motor fuel will be reinstated as they existed prior to June 25, 2000. This also includes the reinstatement of prepaid sales tax.

For further information concerning the prepayment rate on gasoline (4.6 cents), see Departmental Notice #2, dated June 1, 2000. Motor fuel distributors and retailers who have questions about the sales tax reinstatement should telephone the Department at (317) 232-2339.

Kenneth L. Miller
Commissioner